

CUMIN SEED

Market Analysis:

- Cumin seed prices fell as demand remained weak and arrivals remained on the higher side.
- Sources also added that markets sentiments may remain weak as weather has cleared in Gujarat aiding the crop development.
- Markets sentiments also remained weak as stockists demand remained weak.
- Markets also fell as arrivals improved in the markets.
- However lower carryover stocks and lower production estimates this year may reduce losses.
- India's production this year could be lower compared to last year due to untimely rainfall in Gujarat and Rajasthan.
- Gujarat is expected to produce 30% less compared to last year.
- However Rajasthan is expected to produce little more due to increase in sowing intentions from farmers this year.

We expect Cumin seed prices to trade weak in the short term on weak demand and clear weather over Gujarat. Price trend in the medium to long term may depend on weather over growing regions, production estimates and export demand.

Technical Analysis:

- Candlestick formation reveals bearish sentiments.
- Prices have closed below the 9 and 18-day EMAs suggests weak trend in short term.
- MACD is moving up supports bullish sentiments.
- RSI is moving down supports bearish sentiments.
- Cumin seed prices are likely to remain range bound with a weak bias in next trading session.

Weather:

- Dry weather conditions over Gujarat may assist the crop development.
- Scattered thundershowers would occur over North Rajasthan may affect the quality of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Weak stockists demand	Bears
2	Favourable weather over Gujarat	Bears
3	Weak export demand	Bears
4	Lower carry over	Bulls
5	Lower productions estimates	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	10-01-11	08-01-11	Change
Loose	Unjha	12475	12575	-100
Machine Cut		13950	14050	-100
NCDEX		13425-	13525-	-100
Quality		13450	13550	-100

Arrivals and Offtake in bags: (1 bag=55 Kg)

	10-01-11	08-01-11
Arrivals	3000-4000	3000
Offtake	3500-6000	4000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	14500-14505	14355	14319	14598	14027	14226	14479	14677	14876

BLACK PEPPER

Market Analysis:

- Kochi Black pepper physical markets ended lower on Monday.
- Markets fell after demand remained weak.
- Sources added that arrivals improved slightly as the weather remained clear in most of Kerala.
- Sources added that there were more domestic sellers than buyers and that aided the fall of spot markets.
- Markets sources however added that demand would outweigh supply in the long term this may keep supporting the uptrend.
- Export demand is could see a rebound this week as U.S and Europe have come out of the holiday season.
- Sources also added that lower carry-forward and lower production may support the uptrend in the markets.

Pepper prices may trade range bound to weak in the short term on better arrivals expected in the local markets. In the medium and long term price trend will depend on the availability and production estimates in India.

Technical Analysis:

- Candlestick formation reveals bearish sentiments.
- Prices closed below 9 and 18-day EMAs thus supporting the weak momentum in short term.
- MACD is moving up supports bullish sentiments.
- RSI moving down supports bearish sentiments.
- Black Pepper futures are likely to trade range bound with a weak bias in next trading session.

Weather:

Dry weather conditions could increase the chances of arrivals in the markets.

Price Drivers:

No.	Pressure Point	Favours
1	Unfavorable weather for harvests	Bulls
2	Firm domestic demand	Bulls
3	Lower carry-forward stocks	Bulls
4	Weak export demand	Bears
5	Higher arrivals	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	10-01-11	08-01-11	Change
Ungarbled	Kochi	21200	21500	-300
Garbled		22000	22000	-

Arrivals and Offtake in Tonnes:

	10-01-11	08-01-11
Arrivals	30	20
Offtake	20	20



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Jan	SELL	22250-22255	22028	21972	22396	21723	21960	22210	22445	22645

TURMERIC

Market Analysis:

- Erode and Nizam ended lower on Monday as demand remained weak in the markets.
- Traders in Nizam and Erode said that markets might see more down trend as fresh arrivals has started however quality of the fresh crops is not upto the mark.
- Sources added that stockists demand remained weak and all the sources want to buy the new crop.
- On the other hand this year about 5-10% losses could be seen due to bad weather conditions in the initial sowing period.
- However, sources estimate a rise in production to 60-65 lakh bags vs. 40-45 lakh bags last year due to higher sowing intentions.
- Weak export demand due to the holiday season in U.S and Europe could also weaken the prices.
- Carry-forward in Erode remains between 50,000-75,000 bags.

In the short-term turmeric prices may trade range bound to weak on lower demand and fresh arrivals expected in the markets. In the medium to long-term the price trend may depend on this year's output estimates and demand.

Technical Analysis:

- Candlestick formation reveals bearish sentiments.
- Prices closed below 9 and 18-day EMAs thus supporting the bearish momentum in short term.
- MACD and RSI are moving down supports bearish sentiments.
- Turmeric futures are likely to trade range bound with a weak bias in next trading session.

Weather:

- Heavy rainfall would occur over Tamil Nadu.
- This may disrupt harvesting of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Higher output estimation	Bears
2	Higher acreage estimates	Bears
2	Weak stockists demand	Bears
4	Losses could be seen	Bulls
5	Lower carry-over stocks	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	10-01-11	08-01-11	Change
Finger	Erode	15700-16100	Closed	-50
Gattah		15600-16000	Closed	-50
Nizam	Nizamabad	16500	Closed	-200

Arrivals and Offtake in bags: (1 bag=90 Kg)

	Centre	10-01-11	08-01-11
Arrivals	Erode	3000	Closed
Offtake		2000	Closed
Arrivals	Nizamabad	No Arrivals	Closed
Offtake		No Offtake	Closed



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Apr	SELL	10100-10110	9999	9974	10178	9735	9889	10044	10229	10414

RED CHILLIES

Market Analysis:

- Red chilli prices cash ended lower on Monday as arrivals improved in the domestic markets.
- Markets also fell as domestic, stockists and export demand remained weak.
- Markets also fell as better weather conditions in A.P over the last week has prompted more farmers to bring in arrivals seeing higher prices.
- However, sources have reported crop losses in A.P due to untimely weather.
- Last year production was 1.5 crore bags and this year production could decline to 1.25 crore bags.
- Markets were also partially influenced by the weak futures counter on Monday.

In the short term red chilli prices may show weakness on higher arrivals and weak demand. In the long term market trend may depend on weather conditions, export demand and production of the crop.

Technical Analysis:

- Candlestick formation reveals bearish sentiments.
- Prices closed below 9-day EMAs thus supporting the bearish momentum in the short term.
- MACD is flat suggests sideways market.
- RSI is moving down supports bearish sentiments.
- Red Chilli futures are likely to trade range bound with a weak bias in next trading session.

Weather:

Dry weather conditions could increase the chances of arrivals in the markets and may assist further development of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Lower production estimates	Bulls
2	Crop losses expected	Bulls
3	Weak stockists demand	Bears
4	Weak export demand	Bears
5	Favourable weather conditions	Bears

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	10-01-11	08-01-11	Change
Cold Storage	Guntur	6700-7500	Closed	-200
Teja		7800-8100	Closed	-200
Bedki		8200-9200	Closed	-200

Arrivals and Offtake in bags: (1 bag=45 Kg)

	10-01-11	08-01-11
Arrivals	70000	Closed
Offtake	70000	Closed



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	8220-8225	8138	8117	8279	8040	8100	8224	8350	8410

CARDAMOM

Market Analysis:

- Cardamom markets ends lower on Monday as demand remained weak.
- Markets also remained weak as arrivals declined in the local markets.
- Sources however added that markets may see some further uptrend due to bad weather which may hinder arrivals in the local markets.
- Stockists and export demand remained weak, pulling the markets lower.
- On the other hand, weak production in India and Guatemala is however likely to support any uptrend in the market.
- India is expected to produce 10,000 tonnes compared to 13,000 tonnes.
- Guatemala is expected to produce 20,000 tonnes compared to 23,000 tonnes.

We believe that cash markets may rebound following lower arrivals. In the longer run markets could remain firm on lower output from Guatemala and India.

Technical Analysis:

- Candlestick formation is revealing bearish sentiments.
- Prices are below 9 and 18-day EMAs supporting bearish momentum in the short term.
- MACD and RSI are moving down supporting bearish momentum.
- Cardamom futures are likely to trade range-bound with weak bias in next trading session.

Weather:

- Scattered thundershowers would occur over Tamil Nadu.
- This may disrupt the arrivals in the markets.
- Dry weather in Karnataka and Kerala could increase the chances of arrivals in the markets and may assist further development of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Weak demand	Bears
2	Weak export demand	Bears
3	Lower arrivals	Bulls
4	Lower production from India and Guatemala	Bulls
5	Unfavourable weather conditions for harvesting	Bulls

SPOT MARKET PRICES: (Rs/Kg)

Grade	Centre	10-01-11	08-01-11	Change
Small	Max Auction Price	Santhan para & Bodinay akanur 1390-1502.5	1504	-1.5
	Average Auction Price	1298.46-1348.52	1389.63	-41.11

Arrivals and Offtake in Kgs:

	10-01-11	08-01-11
Arrivals	14758	13147
Offtake	12479	13004



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
MCX-Feb	SELL	1535-1537	1520	1515	1548	1483	1507	1530.8	1578	1626

CORIANDER SEED

Market Analysis:

- Coriander seed prices fell on Monday amid lower arrivals in the markets.
- Markets also fell as selling pressure remained higher in the markets.
- However sources reported of crops losses expected in Rajasthan, M.P and A.P.
- Sources say that M.P is expected to lose about 25% of the crop and Rajasthan about 5-10% and A.P about 5-10% due to untimely rains.
- Domestic, export and stockists demand remain weak and may continue to pull the markets lower in the longer run.
- However some sources added if the weather remains stable and cold weather progresses into January the crop development could be better.

We expect coriander prices to move lower on higher arrivals and weak demand. In the medium to long term price trend may depend on production estimates and demand in the market.

Technical Analysis:

- Candlestick formation is revealing bearish sentiments.
- Prices are above 9 and 18-day EMAs supporting bullish momentum in the short term.
- MACD is moving up suggests bullish market.
- RSI is moving down in the overbought zone and is warranting caution to the bulls.
- Coriander seed futures are likely to trade range-bound with weak bias in next trading session.

Weather:

- Dry weather conditions over M.P and Coastal A.P may assist the crop development.
- Scattered thundershowers would occur over North Rajasthan may affect the quality of the crop.

Price Drivers:

No.	Pressure Point	Favours
1	Weak futures counter	Bears
2	Weak stockists demand	Bears
3	Weak stockists demand	Bears
4	Unfavourable weather over Rajasthan	Bulls
5	Lower arrivals	Bulls

SPOT MARKET PRICES: (Rs/Qtl)

Grade	Centre	10-01-11	08-01-11	Change
Badami	Ramganj	4600-4700	4700-4800	-100
Eagle		4800-4900	4900-5000	-100

Arrivals and Offtake in bags: (1 bag=40 Kg)

	10-01-11	08-01-11
Arrivals	4000	6000
Offtake	4000	6000



Trade Recommendation

Contract	Call	Entry	T1	T2	SL	S2	S1	PCP	R1	R2
NCDEX-Feb	SELL	5085-5090	5034	5021	5124	4893	4983	5072	5251	5429

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